9099307/2024/AS-MKTG-AGC01

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Agriculture & Cooperation Department – Government Guarantee for availing of fresh loan of Rs.5000.00 Crores to Andhra Pradesh State Cooperative Marketing Federation Ltd. (AP MARKFED) for procurement of Paddy during for KMS 2023-24 in the State from the Working Capital Assistance under direct funding of NCDC and also permission for waiver of Government Guarantee commission – Orders – Issued.

AGRICULTURE & COOPERATION (MKTG-III) DEPARTMENT

G.O.Ms.No.60 Dated:25.10.2023.

Read the following:-

1. G.O.Ms.No. 20, CA, F & CS (CS.I) Department, dated:22.09.2023.
2. From the M.D., AP Markfed, Vijayawada eFile No. APMF-11/6/2021-ACCOUNTS SEC-APMF, dated:26-09-2023.

*****

O R D E R:

In the G.O. 1st read above, Government have issued orders appointing AP Markfed as an additional/Joint agency for procurement of paddy for the KMS 2023-2024. The A.P.Markfed in association with the APSCSCL would be responsible for the paddy procurement operations in the entire state of Andhra Pradesh.

2. In the reference 2nd read above, the Managing Director, Andhra Pradesh State Cooperative Marketing Federation Ltd., Vijayawada has requested the Government to issue fresh Government Guarantee for availing of fresh loan of Rs.5000.00 Crores(Rupees Five Thousand Crores Only) for procurement of Paddy in the state for the year 2023-24 with Andhra Pradesh State Civil Supplies Corporation and also permission for waiver of Government Guarantee Commission.

3. Government after careful examination of the proposal of AP Markfed, hereby extends Government Guarantee for availing of fresh loan of Rs.5000.00 Crores (Rupees Five Thousand Crores Only) to A.P.Markfed for procurement of Paddy in the State with Andhra Pradesh State Civil Supplies Corporation Limited, being Joint procurement agency as working capital assistance under direct funding of National Cooperative Development Corporation (NCDC) and transfer the same as inter-corporate loan to Andhra Pradesh State Civil Supplies Corporation Limited in order to utilize the said amount for making paddy farmer payments for KMS 2023-24 also permits waiver of Government Guarantee Commission, subject to the following conditions.

1. That the Government Guarantee is to be utilized / drawn within a period of one year from the date of issue of these orders.
2. The Guarantee will be valid for the entire tenure of the loan period.
3. The Guarantee is extended only for the Principal and Interest part for the tenure of the loan.
4. Submission of repayment schedule of Principal and Interest along with the details such as interest rate, tenure, moratorium period.
5. The Government Guarantee shall come into force in the event of failure to pay obligations to the lending institution by A.P. Markfed.
6. The deed shall not be valid, unless it is signed by the authorized officer of the Finance Department, Government of Andhra Pradesh.

4. The Managing Director, Andhra Pradesh State Cooperative Marketing Federation Ltd., Vijayawada shall take necessary action in the matter.

(P.T.O)

5. This order issues with the concurrence of Finance (C&DM) Department vide their FIN01-BUGT0DSM/8/2023-CDM (C. No: 2225092) , dt:18.10.2023.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

CHIRANJIV CHOUDHARY IFS
PRINCIPAL SECRETARY TO GOVERNMENT

To
The Managing Director, AP Markfed, Vijayawada.
Copy to
The Consumer Affairs, Food & Civil Supplies (CS.I) Dept.,A.P.Secretariat.
The Finance (FMU-A&C, AHDDF&F, CS) Department, A.P.Secretariat
The Commissioner for Cooperation & Registrar of Coop. Societies, AP Guntur.
P.S to Spl Chief Secretary to CM, CMO, A.P.Secretariat.
PS to Hon'ble Minister for Agri. & Coop., A.P.Secretariat.
P.S to Prl .Secy. to Govt. (AM&C), Agril. & Coop. Dept., A.P.Secretariat.
Sf/Sc.

//FORWARDED::BY::ORDER//

SECTION OFFICER